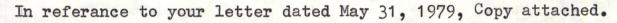
Grand Junction, Co. June 6th 1979

Ronald W. Daniels State of Utah Division Of Oil, Gas, & Mining 1588 West North Temple Salt Lake City, Ut. 84116

Dear Mr. Daniels;



The area that we were working and found not commercial was less then one acre. It was an exploration venture and we ceased operations shortly there after.

I do wish to thank you for writing and if you have any further questions, I will be more than happy to answer them.

Sincerely,

Carl Sigwart

SCOTT M. MATHESON



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STATE OF UTAH

DEPARTMENT OF NATURAL RESOURCES

DIVISION OF OIL, GAS, AND MINING 1588 West North Temple Salt Lake City, Utah 84116 (801) 533-5771

May 31, 1979

REGISTERED-RETURN RECEIPT REQUESTED

Mr. Carl Sigwart 1620 North First Street Grand Junction, Colorado 81501

Re: The Butch Mine ACT/015/010 Emery County, Utah

Dear Mr. Sigwart:

Our files show that on August 16, 1976, you sent a letter to the Industrial Commission of Utah informing them of your intention to begin mining operations at the Butch Mine located in T. 22S., R. 14E., Emery County, Utah, a copy of which was forwarded to this Division.

Please be advised that under the Utah Mined Land Reclamation Act, mining operations are required to submit a Notice of Intention to Mine and a Mining and Reclamation Plan to this Division before mining operations commence.

If, however, your mining operation involves less than two (2) acres or less than 500 tons of material per year are being mined, you may be exempt from this law. Please inform us as to the status of your operation so that we can proceed accordingly.

Sincerely,

RONALD W. DANIELS COORDINATOR OF MINED

LAND DEVELOPMENT

RWD/sp

cc: Mr. John Johnson